Financial Statement
1998-99

University of Saskatchewan
Crown Foundation

100-04032/

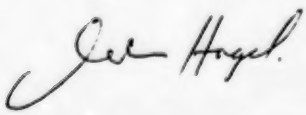
Letter of Transmittal

The Honourable J. Wiebe
Lieutenant Governor
Province of Saskatchewan

Sir:

I have the honour to submit for your consideration the Report of Foundation Business (Report of Activity) and the Financial Statements of the University of Saskatchewan Crown Foundation for the year ending April 30, 1999.

Respectfully submitted:



Glenn Hagel
Minister of Post-Secondary Education and Skills Training

University of Saskatchewan Crown Foundation

Report of Activity

May 1, 1998 – April 30, 1999

Board of Trustees Meeting - December 7, 1998

Financial Statements

The Board of Trustees approved acceptance of the draft financial statements for the period ending April 30,1998. There were some outstanding issues the auditor wished to address before releasing the final statements. The Board will be asked to accept the final 1997/98 financial statements at their next meeting following release of the statements from the provincial auditors.

Activity Report

The 1997/98 Activity Report was approved for submission to the government with the notation that the Secretary continue to pursue approval of the Crown Foundation Bylaws.

Gifts

1) The Board was advised that Dr. Anne Robertson who held a $100,000 life insurance policy in favour of the Crown Foundation had died and that the proceeds would be received by the Crown Foundation for eventual release to the University. The Board passed a motion to hold the proceeds pending receipt of a proposal from the University outlining the terms of reference for use of the funds.

2) The Board was advised that the directors of the Estey Centre are pursuing financial support from the Federal and Provincial governments. The Board agreed to release the monies currently held by the Crown Foundation when the Centre is actually established.

3) The Board was informed that the situation concerning gifts made through the Rosen Group has been resolved and receipts have been issued. The gifts are reflected in the Foundation's financial statements and balance sheet. Each donor involved was asked to provide a signed release to the University, which has been done.

Terms of Trustees

All present members of the Board of Trustees (Sylvia Fedoruk, Colleen Schneider, Tony Whitworth) and Tom Gauley agreed to let their name stand for re-appointment to a second term on the Board. The Secretary is to confirm the status of Don Gass with respect to re-appointment.

On behalf of the Board of Trustees:

Date: Dec 2/98

Don Gass
Chairperson

Date: Dec 1/99

Doug Clark
Secretary

University of Saskatchewan Crown Foundation
2 Kirk Hall, 117 Science Place, Saskatoon, SK S7N 5C8

UNIVERSITY OF SASKATCHEWAN

CROWN FOUNDATION

FINANCIAL STATEMENTS

For the year ended April 30, 1999

Provincial Auditor Saskatchewan

1500 Chateau Tower
1920 Broad Street
Regina, Saskatchewan
S4P 3V7

SASKATCHEWAN

Phone: (306) 787-6398
Fax: (306) 787-6383
Internet e-mail: info@auditor.sk.ca

AUDITOR'S REPORT

To the Members of the Legislative Assembly of Saskatchewan

I have audited the statement of financial position of the University of Saskatchewan Crown Foundation as at April 30, 1999 and the statements of operations and changes in net assets and of cash flows for the year ended April 30, 1999. The University of Saskatchewan Crown Foundation's management is responsible for preparing these financial statements for Treasury Board's approval. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the University of Saskatchewan Crown Foundation as at April 30, 1999 and the results of its operations and the changes in its financial position for the year ended April 30, 1999 in accordance with generally accepted accounting principles.

Wayne Strelioff

Regina, Saskatchewan
September 3, 1999

Wayne Strelioff, CA
Provincial Auditor

Statement 1

UNIVERSITY OF SASKATCHEWAN CROWN FOUNDATION
STATEMENT OF FINANCIAL POSITION
As at April 30

	1999	1998
Assets		
Cash	$ 369,159	$ 334,362
Works of art	0	136,250
	$ 369,159	$ 470,612
Net assets (Statement 2)	$ 369,159	$ 470,612

On behalf of the Board of Trustees

Chairperson of the Board

Secretary of the Board

(See accompanying notes to the financial statements)

Statement 2

THE UNIVERSITY OF SASKATCHEWAN CROWN FOUNDATION

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS

For the year ended April 30

	1999	1998
Revenues		
Donations	$ 138,891	$ 131,371
Interest	16,641	13,775
	155,532	145,146
Expenses		
Transfer to University of Saskatchewan	100,000	120,000
Insurance policy premiums (Note 3)	20,735	21,371
Miscellaneous	0	153
	120,735	141,524
Excess of revenues over expenses	34,797	3,622
Release of Works of Art to The University of Saskatchewan	(136,250)	0
Net assets, beginning of year	470,612	466,990
Net assets, end of year - to Statement 1	$ 369,159	$ 470,612

(See accompanying notes to the financial statements)

UNIVERSITY OF SASKATCHEWAN CROWN FOUNDATION
STATEMENT OF CASH FLOWS
For the year ended April 30

	1999	1998
Cash provided by (used in):		
Operating activity:		
Excess of revenue over expenditure	$ 34,797	$ 3,622
Net increase in cash position during the year	34,797	3,622
Cash, beginning of year	334,362	330,740
Cash, end of year	$ 369,159	$ 334,362

(See accompanying notes to the financial statements)

THE UNIVERSITY OF SASKATCHEWAN CROWN FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS

April 30, 1999

1. Authority and Purpose

The University of Saskatchewan Crown Foundation (Foundation) is incorporated under *The Crown Foundation Act* pursuant to Order in Council 842/94 effective December 15, 1994. As an agent of the Crown in the right of the province, donations to the Foundation qualify under the *Income Tax Act* for a tax credit in the case of individuals and for a deduction in the case of corporations.

The purpose of the Foundation is to receive gifts of real and personal property, including money, and to provide grants and transfers of real and personal property to the University of Saskatchewan (University) for the purpose of supporting and promoting its education or research activities. The Foundation began operations on December 20, 1995.

2. Significant Accounting Policies

These financial statements are prepared in accordance with generally accepted accounting principles. The following accounting policies are considered significant:

a) Accrual Basis

The financial statements are prepared on the accrual basis of accounting.

b) Donations and Pledges

Donations are recorded as revenue in the fiscal period in which they are received. Gifts in Kind are recorded at fair market value on the date of their donation.

Pledges made by donors for donations to be received in future years are not recorded in the financial statements.

3. Life Insurance Premiums

Life insurance premiums may be paid by individuals directly or through a donation to the Foundation for life insurance policies naming the Foundation as the beneficiary. The premiums are included in both revenue and expenses.

4. Related Party Transactions

These financial statements include transactions with related parties. The Foundation is related to all Saskatchewan Crown agencies such as departments, corporations, boards and commissions under the common control of the Government of Saskatchewan. Also, the Crown Foundation is related to non-Crown enterprises that the Government jointly controls or significantly influences.

The University of Saskatchewan is related to the Foundation. The Foundation has negotiated a service agreement with the University to provide certain administrative and management services to the Foundation without charge, therefore, no provision for such costs is reflected in these financial statements.

The Foundation has arranged with the University to invest the Foundation's cash as part of the University's short-term investment pool. Interest income is allocated by the University to the Foundation based on its level of participation in the investment pool.

Other transactions with related parties and amounts due to/from them are described separately in the financial statements and the notes thereto.